Change Record Detail With Description

Department of Law

Scenario: FY2010 Supplemental (7955)

Component: Deputy Attorney General's Office (2205)

RDU: Civil Division (35)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | PFT | PPT | NP |
|------------------------------------|------------------------|------------------|----------------------|------------------------|-----------------|-----------------|----------------|---------------------|---------------|-----|-----|----|
| FY2010 Suppleme Judgments and S | | 28.9 28.9 | 0.0 | 0.0 | 28.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| | nt of the FY20 | | Settlements that are | e finalized as of Ja | anuary 11, 2010 | is \$28,864.77. | | | | | | |
| Legal Analysis an | nd Litigation Suppl | on Items Not Inc | luded in the FY201 | 0 Budget 0.0 | 964.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | Оиррі | 964.2 | 0.0 | 0.0 | 304.2 | 0.0 | 0.0 | 0.0 | 0.0 | Ū | O | O |

Cruise Ship Study - \$353.7 - The Alaska Cruise Association (ACA) filed suit against the state in September 2009 in Federal District Court in Anchorage. ACA alleged that the cruise ship passenger excise tax was unconstitutional under the U.S. Constitution and violated federal statute. The Department of Law is defending the case and has retained experts to conduct a cruise ship passenger impact study. The expert report (the cruise ship impact study) will be helpful to the court in determining whether the \$46/passenger excise tax is roughly commensurate with the costs the state and political subdivisions incur to safely and efficiently host such passengers.

Kaltag Supreme Court Appeal - \$80.2 - The Department of Law was placed in the position of unexpectedly petitioning the United States Supreme Court for certiorari when it received an adverse decision from the Ninth Circuit in August 2009. It contracted with a Washington D.C. law firm to perform the legal analysis and draft the petition, which is due February 11, 2010. A reply to the opposition will likely be due in April 2010.

PERL bankruptcy - \$380.3 - PERL's Group 1 assets (Redoubt Unit leases and associated onshore production facilities and pipelines) were sold out of bankruptcy on November 6, 2009 to a group of former PERL employees doing business as Cook Inlet Energy. PERL's Group 2 assets (Trading Bay Unit leases) were abandoned in bankruptcy, but continue to be operated by PERL's former co-lessee, Chevron. The State became a party to the bankruptcy matter because it was concerned about the disposition of PERL's Cook Inlet leases and other assets, including whether potential buyers of the assets had sufficient financing to continue to produce the leases and to fund dismantlement and restoration, if necessary.

Bulk Fuel Storage - \$150.0 - The Department has initiated a study into the competitive impacts of building a fuel storage facility. Fuel storage is one of the barriers to competition in the sale of fuel in most parts of Alaska. In our prior fuel investigations, we have learned that limited storage capacity is among the likely causes of higher Alaskan fuel prices. This study will review the market impacts of adding additional fuel storage capacity, and whether this will have a positive effect on competition, and ultimately lower fuel prices -- a focus on the market impact of such a facility. We expect to complete the study by the end of February.

| Component Totals | 993.1 | 0.0 | 0.0 | 993.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
|------------------|-------|-----|-----|-------|-----|-----|-----|-----|---|---|---|

Positions